



**DÜRR Universal
1925 US-51
Stoughton, WI 53589**

Green Tier Annual Report- 2018

DÜRR Universal is a global provider of custom-engineered ancillary equipment and solutions to the power generation, oil and gas, industrial processing, rail transportation and backup power markets. For more than half a century, OEMs, EPCs, packagers, and end-users have relied on DÜRR Universal to engineer acoustic and emission / filtration systems to meet their specific needs and provide unparalleled support across the entire energy generation lifecycle.

DÜRR Universal operates three facilities:

- Stoughton, Wisconsin - Corporate office handling administration, sales, engineering, and information technology
- Muscoda, Wisconsin - Manufactures products for power generation, oil and gas, industrial processing, rail transportation, and industrial silencers
- San Luis Potosi, Mexico - Manufactures large products for power generation, oil and gas, and industrial markets.

October 2018 DÜRR AG purchased B&W Universal as part of its diversification efforts. DÜRR AG is an international leader in painting technology and clean air technologies.

Environmental Management System (EMS)

DÜRR Universal is committed to exceeding customer requirements and upholding a quality, environmentally-focused, safe, and healthy community for all our stakeholders.

We will accomplish this through continual improvement of the integrated management system, environmental sustainability, and compliance to all legal, regulatory and other requirements.

In December 2018 DÜRR Universal Stoughton participated in a 3rd party audit conducted by NSF for recertification to ISO 9001:2015 and ISO 14001:2015 standards and the DÜRR Universal Integrated Management System (IMS). In addition to the Stoughton corporate office, Muscoda and San Luis Potosi manufacturing facilities were audited. Through the 3 audits no major non-conformities were found and 3 minor non-conformities relating to 14001:2015 were found.

- Opportunity For Improvement (OFI)- Emergency Evacuation Process meets requirements however, to enhance performance a meaningful metric should be established that adds value, Such as, time to evacuate or all accounted for.
 - Action- Emergency Action Plans have been reviewed and a goal was established for accountability.
- Opportunity For Improvement (OFI)- Documents (internal inspection forms) found that are no longer in use or needing updating.
 - Action- Internal inspection forms have been reviewed. Those that are no longer in use have been obsoleted and the ones that are in use have been updated.
- Opportunity For Improvement (OFI)- Gauges to be calibrated were not identified (calibration sticker) as being in a calibrated state.
 - Action- Gauges were calibrated and entered on the calibration form, but calibration stickers were not applied to each gauge. Calibration procedure was updated to include applying calibration stickers to each gauge.

All three locations have received recertification to the ISO standards 9001:2015 and 14001:2015.

Environmental Compliance

The December 2018 ISO audit was completed by NSF for recertification to the ISO standards 9001:2015 and 14001:2015.

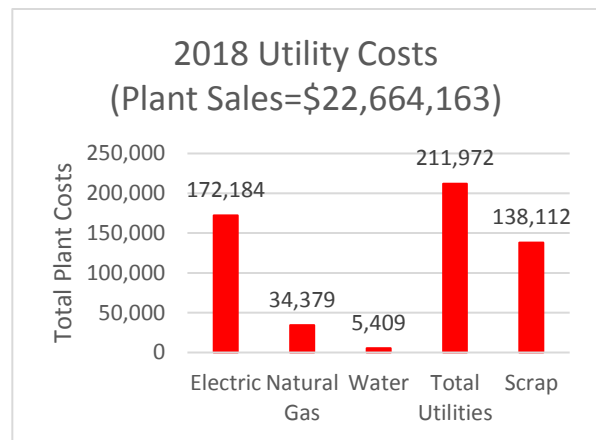
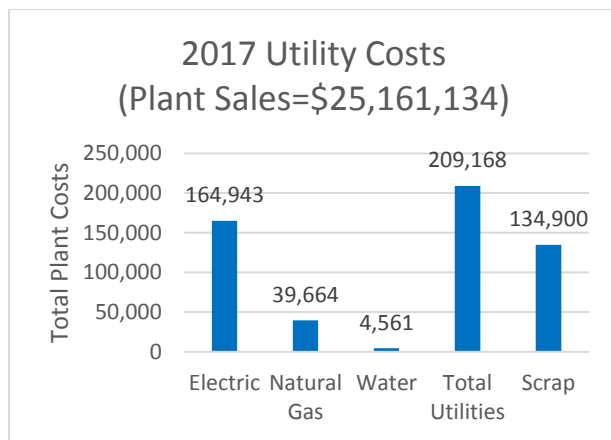
2018 Goal Attainment

- The Muscoda facility continued with re-lamping the facility with high efficiency LED lighting.
- Muscoda installed a water / oil separator on air compressing equipment to prevent oil from being discharged into the sewer. The water will flow to the sewer and the oil is collected for recycling.
- The Stoughton corporate office replaced an aging boiler what is used for comfort heating with an up to date boiler that is more efficient and reliable than the previous one.
- The Muscoda facility started converting comfort heating thermostats to electronic programmable thermostats for the plant and office.

2018 Plant Costs

For 2018, DURR Universal experienced the following costs. The costs are based against total plant sales. For 2018, total plant electrical costs were \$172,184 (0.75% of total sales). Natural gas costs were \$34,379 (0.15% of total sales). Water expense was \$5,409 (0.02% of total sales). Total utility costs were \$211,972 (0.935% of total sales).

Income in 2018 from scrap metal was \$138,112 (0.609% of total sales). The graphs below show a comparison between 2017 and 2018 costs.



DURR Universal Hazardous Waste disposal costs were \$7,236 (0.032% of total sales). The 2018 goal for Hazardous Waste disposal costs was 0.09% of total sales.

Summary

In 2018, DURR Universal was re-certified to ISO 9001:2015 and ISO 14001:2015 standards by NSF. During 2018, DURR Universal continued exploring new technologies to help reduce cost and its environmental footprint. During the year, DURR Universal continued re-lamping the Muscoda facility, installed equipment to prevent oil from being discharged down the sewer, and began converting thermostats to more efficient models. At the Stoughton corporate office, a new boiler was installed. The goal for plant costs was met, with total plant costs of \$219,208 (0.96% of total sales), below goal of 1.00% of total sales. DURR Universal will continue to explore technologies that will help reduce its environmental footprint and additional cost savings.